

Michael O. Leavitt Governor Kathleen Clarke Executive Director Lowell P. Braxton Division Director 1594 West North Temple, Suite 1210 PO Box 145801 Salt Lake City, Utah 84114-5801 801-538-5340 801-359-3940 (Fax) 801-538-7223 (TDD)

October 30, 2000

CERTIFIED RETURN RECEIPT Z 228 354 990

Sidney Hullinger McFarland & Hullinger P.O. Box 238 Tooele, Utah 84074

Re: <u>Formal Approval of Notice of Intention to Commence Large Mining Operations and Form and Amount of Reclamation Surety, McFarland & Hullinger, SI0² Mine, M/045/046, Tooele County, Utah</u>

Dear Mr. Hullinger:

On October 26, 2000, the Director of the Division of Oil, Gas and Mining formally approved the form and amount of reclamation surety for McFarland and Hullinger's S10² mine. The reclamation surety in the amount of \$100,000 is in the form of a surety bond () issued by Travelers Casualty and Surety Company of America. *The Division hereby grants its final approval of this project and the reclamation surety*. You may now begin mining operations as outlined in your approved large mining notice of intention. Please be advised that you must also acquire formal Bureau of Land Management approval before beginning mining operations on federally managed land and/or minerals.

Enclosed please find copies of the fully signed and executed Reclamation Contract, with effective date of October 26, 2000, and surety bond forms for your files. We have also enclosed for your disposal or return to the surety company the old Reclamation Contract and surety bond ______ issued by Continental Casualty (which were never finalized). We received word from Continental Casualty that they were canceling this bond effective October 20, 2000. The original cancellation notice is also attached to the surety bond.

Thank you for your help and patience in finalizing this permitting action. Please call me if you have any questions in this regard.

Sincerely.

D. Wayne Hedberg Permit Supervisor

Permit Supervisor

Minerals Regulatory Program

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Enclosures: Copies RC & surety bond #19S101157895BCM,
Original RC rec'd 12/2/99 & Continental Surety bond
cc: Cheryl Martinez, BLM (U-72294) w/RC & Surety Bond
M45-46-apv